

CITY COUNCIL AGENDA ITEM COVER MEMO

FOR AGENDA OF COUNCIL MEETING/WORK SESSION – DATE: October 23, 2014

ACTION REQUESTED BY: Huntsville Utilities

COUNCILMAN: ALL **DISTRICT: ALL**

SUBJECT MATTER: Gas Budget Work Order

EXACT WORDING FOR AGENDA: Resolution authorizing the approval and purchase of materials and labor for renewal and replacement projects for FY2015 (BWO 252-2015). (Utilities: Gas).

ORDINANCE: **RESOLUTION: X** **MOTION:**

(IF AMENDMENT, STATE TITLE AND NUMBER OF ORIGINAL): N/A

ITEM IS TO BE CONSIDERED FOR:

INTRODUCTION: **ACTION: X** **DISCUSSION:**

UNANIMOUS CONSENT REQUIRED? No

BRIEFLY STATE WHY THE ACTION IS REQUESTED; WHY IT IS RECOMMENDED OR NOT RECOMMENDED; WHAT COUNCIL ACTION WILL PROVIDE, ALLOW, OR ACCOMPLISH; ANY ASSOCIATED COST; BUDGETED (?); AND ANY OTHER INFORMATION THAT YOU THINK MIGHT BE HELPFUL.

Approval to purchase materials and labor for renewal and replacement projects for the Gas Department as outlined in the FY2015 budget. The total estimated cost to Huntsville Utilities is \$1,510,500.00. All items are FY2015 budgeted items. This will impact budget code 52. **(Budget Work Order 252-2015).**

MAYOR RECOMMENDS OR CONCURS? YES _____ NO _____ N/A _____

SIGNATURE: Jay C. Stowe, P.E., President/CEO

DATE: September 30, 2014

RESOLUTION NO. 14-_____

WHEREAS, on September 30, 2014 the City of Huntsville Gas Utility Board approved a Capital Budget for the Gas System for the Fiscal Year 2015, which includes Budget Work Order 252-2015 Renewals and Replacements for cast iron main, service replacement, renewal purchases and labor for the Gas Department, at a total estimated cost of \$1,510,500.00; and

WHEREAS, the estimated cost of said Budget Work Order 252-2015 Renewals and Replacements is in excess of \$25,000.00 and requires the consent and approval of the City Council of the City of Huntsville, Alabama.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that Budget Work Order 252-2015 Renewal and Replacements for cast iron main, service replacement, renewal purchases and labor for Fiscal Year 2015, at a total estimated cost of \$1,510,500.00, be, and the same is hereby approved, and the written consent and approval of the City Council of the City of Huntsville, Alabama is hereby granted to the City of Huntsville Gas Utility Board for the expenditure of sufficient funds from the proper fund belonging to the City of Huntsville Gas Utility Board for the payment of the cost thereof.

ADOPTED this the _____ day of _____, 2014.

President of the City Council of
The City of Huntsville, Alabama

APPROVED this the _____ day of _____, 2014.

Mayor of the City of Huntsville,
Alabama

**HUNTSVILLE GAS SYSTEM
Work Order (Budget)**

Work Order #: 252-2015

Budget Code: 52

Budget Year: 2015

Description: Purchase materials for renewals and replacement items and labor as outlined in the FY2015 budget for the Gas Department for fiscal year 2015. These items include miscellaneous renewals and replacements and are 2014-2015 budgeted items, budget code 52.

Budgeted Total: \$1,510,500.00

Prepared by: Beth Newmyer
Engineering Services Analyst

Date: 9/23/14

Approved by: Jim Bell
Manager

Date: 9/24/14

Authorized by: Gregory Orr
Vice President of Operations

Date: 9/24/14

Authorized by: _____
President/CEO

Date: _____

Approved by Gas & Water Board: _____
Date

Approved by City Council: _____
Date

**Huntsville Utilities
Summary of Capital Budget
Fiscal Year 2015
Gas Department**

			<u>MATERIALS</u>	<u>CONTRACT LABOR</u>	<u>IN HOUSE LABOR</u>	<u>TOTAL</u>
MATERIALS - RENEWAL AND REPLACEMENT (52)						
#1	523050-52	Request the replacement of building roof at 6850 Quality Circle-Madison Pike Station. The building is leaking all over in different locations. Size of roof 6,426 ft2. (GAS OPERATIONS)	66,500	-	-	66,500
#2	607120-52	Renewal and Replacement - various relations and upgrades; continuance of cast iron replacement work (ENGINEERING - GAS)	144,000	1,200,000	-	1,344,000
#3	523620-52	Replacement of Indian Creek Rectifier System and provisions for emergency replacement of one other (GAS OPS-CORROSION)	100,000	-	-	100,000
MATERIALS - RENEWAL AND REPLACE TOTAL			310,500	1,200,000	-	1,510,500